



**North Carolina
Insurance Underwriting Association**

Beach Plan

**North Carolina
Joint Underwriting Association**

FAIR Plan

January 4, 2010

RE: Internal and Audited Financial Statements

Dear Member:

The North Carolina Insurance Underwriting Association (NCIUA) has had several inquiries regarding the impact of House Bill 1305 on our quarterly internal financial statements.

Post House Bill 1305, the form and organizational structure of the NCIUA remains unchanged from Pre House Bill 1305. Also, there will be no format or needed accounting changes reflected in our internal financial statements that are posted on our websites, except for report or financial statement line name item changes.

NCIUA will begin to post our audited financial statements on our website. Our website currently has the September 30, 2008 audited financial statements posted. The September 30, 2009 audited financial statements will be posted once they are available.

Also, in the near future, NCIUA will be mailing amended Articles of Agreement which will require signature of acceptance by a Member Company representative. These amended agreements were approved by our Board of Directors and the North Carolina Department of Insurance.

Please let me know if you have any questions.

Sincerely,

Alvin L. Ashworth, Jr.

Alvin L. Ashworth, Jr., AIS, AIAF
Accounting Manager